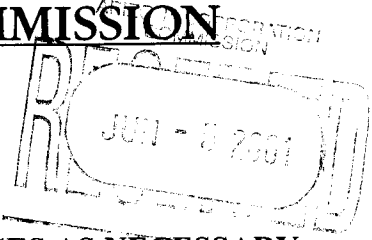


6-5-01
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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION



ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

C

W-02721A WATER
CARTER'S WATER COMPANY
1157 E. SUNSET DR.
CASA GRANDE AZ 85222-0000

ANNUAL REPORT

FOR YEAR ENDING

12	31	2000
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FOR COMMISSION USE

ANP 04 00

COMPANY INFORMATION

Company Name (Business Name) Carter Water Company

Mailing Address 1157 E Sunset Drive
(Street)
Casa Grande ARIZONA 85222
(City) (State) (Zip)

520-836-5300 520-805-1932
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address agearone@casagrande.com

Local Office Mailing Address 1157 E Sunset Drive
(Street)
Casa Grande AZ 85222
(City) (State) (Zip)

Same
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address Same

MANAGEMENT INFORMATION

Management Contact: GENE D Carter OWNER
(Name) (Title)

1157 E Sunset Drive Casa GRANDE AZ 85222
(Street) (City) (State) (Zip)

520-836-5300 520-705-1932
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Tony Carter
(Name)

Wheeler Road Coolidge AZ 85228
(Street) (City) (State) (Zip)

520-723-5539 -0 -0
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address -0

Statutory Agent: _____
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: David Fitzgibbons
(Name)

Casa Grande AZ 85222
(Street) (City) (State) (Zip)

520-426-3824
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|--|--|
| <input checked="" type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|--|--|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input checked="" type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

Carter water Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	- 0	- 0	- 0
302	Franchises	- 0	- 0	- 0
303	Land and Land Rights	1500 ⁰⁰	1500 ⁰⁰	- 0
304	Structures and Improvements	2500 ⁰⁰	2500 ⁰⁰	- 0
307	Wells and Springs	2000 ⁰⁰	2000 ⁰⁰	- 0
311	Pumping Equipment	2000 ⁰⁰	2000 ⁰⁰	- 0
320	Water Treatment Equipment	- 0	- 0	- 0
330	Distribution Reservoirs and Standpipes	- 0	- 0	- 0
331	Transmission and Distribution Mains	1500 ⁰⁰	1500 ⁰⁰	- 0
333	Services			
334	Meters and Meter Installations	500 ⁰⁰	500 ⁰⁰	- 0
335	Hydrants	- 0	- 0	- 0
336	Backflow Prevention Devices	200 ⁰⁰	200 ⁰⁰	- 0
339	Other Plant and Misc. Equipment	- 0	- 0	- 0
340	Office Furniture and Equipment	- 0	- 0	- 0
341	Transportation Equipment	2000 ⁰⁰	1000 ⁰⁰	1000 ⁰⁰
343	Tools, Shop and Garage Equipment	- 0	- 0	- 0
344	Laboratory Equipment	- 0	- 0	- 0
345	Power Operated Equipment	- 0	- 0	- 0
346	Communication Equipment	200 ⁰⁰	200 ⁰⁰	- 0
347	Miscellaneous Equipment	- 0	- 0	- 0
348	Other Tangible Plant	- 0	- 0	- 0
	TOTALS	12400 ⁰⁰	11400 ⁰⁰	1000 ⁰⁰

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS			

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

COMPANY NAME Carter Water Company

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 200 ⁰⁰	\$ 200 ⁰⁰
134	Working Funds	Personal	—
135	Temporary Cash Investments		
141	Customer Accounts Receivable	2000 ⁰⁰	2000 ⁰⁰
146	Notes/Receivables from Associated Companies	— 0	— 0
151	Plant Material and Supplies	12 400 ⁰⁰	12 400 ⁰⁰
162	Prepayments	— 0	— 0
174	Miscellaneous Current and Accrued Assets	— 0	— 0
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 14 600 ⁰⁰	\$ 14 600 ⁰⁰
	FIXED ASSETS		
101	Utility Plant in Service	\$ 12 400 ⁰⁰	\$ 12 400 ⁰⁰
103	Property Held for Future Use	3 000 ⁰⁰	3 000 ⁰⁰
105	Construction Work in Progress	— 0	— 0
108	Accumulated Depreciation – Utility Plant		
121	Non-Utility Property	— 0	— 0
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 15 400 ⁰⁰	\$ 15 400 ⁰⁰
	TOTAL ASSETS	\$	\$

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$	\$
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$	\$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$	\$
	TOTAL LIABILITIES AND CAPITAL	\$	\$

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$	\$ -0
460	Unmetered Water Revenue		3500.00
474	Other Water Revenues		-0
	TOTAL REVENUES	\$	\$ 3500.00
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$ -0
610	Purchased Water		-0
615	Purchased Power		2400.00
618	Chemicals		-0
620	Repairs and Maintenance		2500.00
621	Office Supplies and Expense		500.00
630	Outside Services		-0
635	Water Testing		560.00
641	Rents		-0
650	Transportation Expenses		425.00
657	Insurance - General Liability		-0
659	Insurance - Health and Life		-0
666	Regulatory Commission Expense - Rate Case		275.00
675	Miscellaneous Expense		
403	Depreciation Expense		
408	Taxes Other Than Income		
408.11	Property Taxes		624.00
409	Income Tax		14.00
	TOTAL OPERATING EXPENSES	\$	\$
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/EXP	\$	\$ 7384.00
	NET INCOME/(LOSS)	\$	\$ -3884.00

COMPANY NAME

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

no loan - money comes from personal acct

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 10

Meter Deposits Refunded During the Test Year

\$ 10

COMPANY NAME

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
11114	1 1/2 HP	20 gal/min	6"	3 1/4"

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
— 0		

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = 400,000

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
— 0			

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000	1	10,000	1
25,000	1		
10,000	1		
		25,000	1

STATISTICAL INFORMATION

Total number of customers 14

Total number of gallons sold est 100,000 gal gallons

COMPANY NAME Carter water Co YEAR ENDING 12/31/2000

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2000 was: \$ 642.00

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME Carter Water Co

YEAR ENDING 12/31/2000

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported

loss 3884.00

Estimated or Actual Federal Tax Liability

State Taxable Income Reported

none

Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances

—0

Amount of Gross-Up Tax Collected

Total Grossed-Up Contributions/Advances

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Gene S Carter

SIGNATURE

5-14-2001

DATE

GENE D CARTER

PRINTED NAME

OWNER

TITLE

— 2

**WATER AND SEWER
UTILITIES ONLY**

PROPERTY TAXES

Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2000)

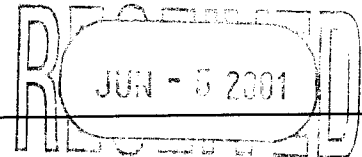
\$ _____

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Pinal</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>GENE D. CARTER</u> Director of Utilities
COMPANY NAME	<u>Carter Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2000</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2000 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ - 3884.00

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 0

IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Gene D Carter
SIGNATURE OF OWNER OR OFFICIAL
520-836-5300
TELEPHONE NUMBER

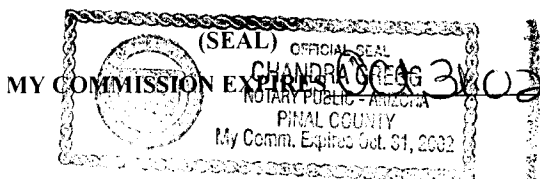
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

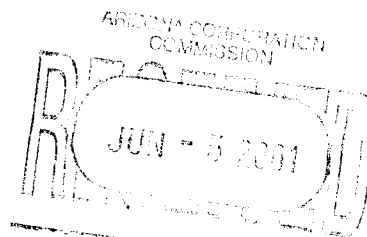
THIS 18 DAY OF

COUNTY NAME	<u>Pinal</u>	
MONTH	<u>May</u>	<u>2001</u>

Chandra Singh
SIGNATURE OF NOTARY PUBLIC



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>PINAL</u>	
NAME (OWNER OR OFFICIAL) <u>GENE D. CARTER</u>	TITLE <u>owner</u>
COMPANY NAME <u>Carter Water Company</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2000</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2000 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ - 3884⁰⁹

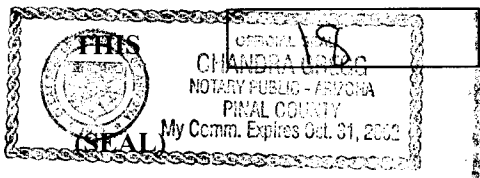
**(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ - 0
IN SALES TAXES BILLED, OR COLLECTED**

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

X Gene D Carter
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



DAY OF

NOTARY PUBLIC NAME <u>Chandra Gregg</u>	
COUNTY NAME <u>Pinal</u>	
MONTH <u>May</u>	2001

MY COMMISSION EXPIRES

063102

X Chandra Gregg
SIGNATURE OF NOTARY PUBLIC

5-25-2001

Dear Carmen:

I sorry I am so slow, but I teach on the Pima Reservation, and by the time I get home all notaries are gone. I finally got it notarized.

The taxes were to be paid by my nephew and so far I haven't been able to contact him. I send a copy of the receipt as soon as I can.

Sincerely,

Gene D Carter

1157 E. Sunset Drive
Casa Grande, Az 85222
May 14, 2001

Arizona Corporation Commission
1200 W. Washington, Hrg Div./Docket
Phoenix, Arizona 85007-2998

Dear Commission:

I service a very depressed area. The people tell me they are unable to pay the water bill and still exist. My mother started this small water company many years ago and I inherited it when she died. She had to ~~sell~~^{haul} water for 12 years and she started it as a charity.

I have to supplement it out of my own bank account and it will never pay the expenses in the foreseeable future. I have had to go back to work as a school teacher to help pay the expenses. I am 69 years old now.

There are approximately 12 to 15 services and from 20 to 30 people on the water company.

I have a nephew that may be taking over the water company, but at this time nothing is firm.

I hope you will excuse me if I am not too excited about the paper work, ^{because} ~~but~~ it is a real burden for me.

Sincerely yours,



Gene D. Carter, owner
Carter Water Company
Well #11114